

# HOUSE BILL 1407

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By: **Delegate Conaway**

Introduced and read first time: February 19, 2010

Assigned to: Rules and Executive Nominations

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## A BILL ENTITLED

1 AN ACT concerning

2 **Financial Institutions – Mortgage Loan Originators – Prohibited Acts**

3 FOR the purpose of prohibiting a person subject to regulation as a mortgage loan  
4 originator from making a payment, threat, or promise to another person for a  
5 certain purpose in connection with a residential mortgage loan; prohibiting a  
6 person subject to regulation as a mortgage loan originator from making a  
7 payment, threat, or promise to an appraiser of a property for a certain purpose  
8 with respect to the value of the property; providing that a certain penalty  
9 applies to a willful violation of the prohibited acts; and generally relating to the  
10 regulation of mortgage loan originators.

11 BY repealing and reenacting, without amendments,  
12 Article – Financial Institutions  
13 Section 11–617  
14 Annotated Code of Maryland  
15 (2003 Replacement Volume and 2009 Supplement)

16 BY adding to  
17 Article – Financial Institutions  
18 Section 11–624  
19 Annotated Code of Maryland  
20 (2003 Replacement Volume and 2009 Supplement)

21 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
22 MARYLAND, That the Laws of Maryland read as follows:

23 **Article – Financial Institutions**

24 11–617.

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 Any person who willfully violates the provisions of this subtitle is guilty of a  
2 felony and, on conviction, is subject to a fine not exceeding \$25,000 or imprisonment  
3 not exceeding 5 years or both.

4 **11-624.**

5 **A PERSON SUBJECT TO THIS SUBTITLE MAY NOT:**

6 **(1) MAKE A PAYMENT, THREAT, OR PROMISE, DIRECTLY OR**  
7 **INDIRECTLY, TO ANOTHER PERSON FOR THE PURPOSE OF INFLUENCING THE**  
8 **INDEPENDENT JUDGMENT OF THE PERSON IN CONNECTION WITH A**  
9 **RESIDENTIAL MORTGAGE LOAN; OR**

10 **(2) MAKE A PAYMENT, THREAT, OR PROMISE, DIRECTLY OR**  
11 **INDIRECTLY, TO AN APPRAISER OF A PROPERTY FOR THE PURPOSE OF**  
12 **INFLUENCING THE INDEPENDENT JUDGMENT OF THE APPRAISER WITH**  
13 **RESPECT TO THE VALUE OF THE PROPERTY.**

14 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
15 October 1, 2010.